



## Executive Summary Finance Committee Meeting

DATE: May 19, 2022

TOPIC: Resolution Authorizing the Transfer of Interest Income

PREPARED BY: Courtney Whited

### Recommended for:

- ☒ Action
- ☒ Discussion
- ☒ Information

### Purpose/Background:

A resolution was drafted in order to complete the transfer cited in the FY22 budget.

A shortfall in Fund 80/Tort will be addressed by transferring \$65,000 of interest revenue collected under Fund 10/Educational. Over the last few fiscal years, Fund 80 has primarily been used to pay the insurance premiums for workers' compensation and property/casualty/liability. With the recent steep annual increases, especially in the property/casualty/liability CLIC invoice, Fund 80 has been reduced more than anticipated. Completing this transfer, along with May's CPPRT revenue, will create a more robust balance so Fund 80's risk of going negative in near future is greatly reduced.

Begin entering data on EstRev 5-10 and EstExp 11-17 tabs.			
Description: Enter Whole Numbers Only	Acct #	(10) Educational	(80) Tort
Total Other Uses of Funds <sup>9</sup>		65,000	0
Total Other Sources/Uses of Fund		(65,000)	65,000
ESTIMATED ENDING FUND BALANCE June 30, 2022 (All Sources With student Activity Funds)		10,584,615	19,041

### Fiscal Impact:

\$65,000 of Fund 10's \$155,634.58 interest as of 4/30/2022 transfers to Fund 80 on June 2, 2022.

The FY22 budget stated \$100,000 of revenue for Fund 10 Interest after considering this transfer.

**Recommendation:**

It is the Administrative recommendation that the Finance Committee concurs to recommend to the Board of Education to approve the Resolution Authorizing the Transfer of Interest Income in the amount of \$65,000 from the Educational Fund to the Tort Fund.